STATE OF MAINE PUBLIC UTILITIES COMMISSION

Docket No. 2001-191

July 25, 2001

CENTRAL MAINE POWER COMPANY Annual Price Change Pursuant to Alternative Rate Plan (Post-Merger) ARP 2000 ORDER APPROVING PRICING FLEXIBILITY FLOOR RATES

WELCH, Chairman; NUGENT and DIAMOND, Commissioners

I. SUMMARY

By this Order, the Commission approves Central Maine Power Company's (CMP's or the Company's) proposed pricing flexibility floor rates.

II. BACKGROUND AND DESCRIPTION OF THE STIPULATION

On March 15, 2000, CMP submitted its first Post-Merger Alternative Rate Plan ARP 2000 (ARP 2000)¹ annual filing. As contemplated under Attachment 6 of the ARP 2000 plan, this filing included an update to CMP's flexible pricing floors. The floors are divided into customer, distribution and transmission components. Following discussions with Commission Staff, CMP made revisions to its customer and distribution floors. On July 20, 2001, CMP filed the corrected customer and distribution floors as well as new transmission floors that reflect the transmission prices allowed to go into effect on July 1, 2001 by the Federal Energy Regulatory Commission (FERC).

Upon review, we find that corrected pricing flexibility floors filed by the Company on July 20, 2001 comply with the November 16, 2000 Commission Order in Docket No. 99-666 and properly update for the new transmission rates.²

Accordingly, we

ORDER

That the corrected pricing flexibility floors filed by the Company on July 20, 2001 are reasonable and hereby approved as of the date of this Order.

¹ ARP 2000 was approved by Commission Order Approving Stipulation dated November 16, 2000 in Docket No. 99-666.

² This approval assumes that these new transmission rates stay in effect over the next year. However, in the event that the FERC approved transmission rates change prior to the next annual update of the pricing flexibility floors, the transmission floors approved herein will need to be updated to reflect that change.

Dated at Augusta, Maine, this 25th day of July, 2001.

BY ORDER OF THE COMMISSION

Dennis L. Keschl Administrative Director

COMMISSIONERS VOTING FOR: Welch

Nugent Diamond

NOTICE OF RIGHTS TO REVIEW OR APPEAL

- 5 M.R.S.A. § 9061 requires the Public Utilities Commission to give each party to an adjudicatory proceeding written notice of the party's rights to review or appeal of its decision made at the conclusion of the adjudicatory proceeding. The methods of review or appeal of PUC decisions at the conclusion of an adjudicatory proceeding are as follows:
 - 1. Reconsideration of the Commission's Order may be requested under Section 1004 of the Commission's Rules of Practice and Procedure (65-407 C.M.R.110) within 20 days of the date of the Order by filing a petition with the Commission stating the grounds upon which reconsideration is sought.
 - 2. <u>Appeal of a final decision</u> of the Commission may be taken to the Law Court by filing, within 30 days of the date of the Order, a Notice of Appeal with the Administrative Director of the Commission, pursuant to 35-A M.R.S.A. § 1320(1)-(4) and the Maine Rules of Appellate Procedure.
 - 3. Additional court review of constitutional issues or issues involving the justness or reasonableness of rates may be had by the filing of an appeal with the Law Court, pursuant to 35-A M.R.S.A. § 1320(5).

Note: The attachment of this Notice to a document does not indicate the Commission's view that the particular document may be subject to review or appeal. Similarly, the failure of the Commission to attach a copy of this Notice to a document does not indicate the Commission's view that the document is not subject to review or appeal.

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